

CONSOLIDATED INSURANCE TRUST
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2005

	August-05					July-05					Current FYTD		Prior Year FY05		3 Years Ended 6/30/2005	5 Years Ended 6/30/2005
	Allocation		Returns-Month		Net	Allocation		Returns-Month		Net	Returns		Returns		Net	Net
	Market Value	Actual	Policy(1)	Gross		Market Value	Actual	Policy(1)	Gross		Gross	Net	Gross	Net		
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	21,323,443	1.7%	1.5%	-0.53%	-0.55%	21,448,177	1.7%	1.5%	4.35%	4.33%	3.79%	3.76%	7.79%	7.56%	N/A	N/A
Total Structured Growth	21,323,443	1.7%	1.5%	-0.53%	-0.55%	21,448,177	1.7%	1.5%	4.35%	4.33%	3.79%	3.76%	7.79%	7.56%	7.46%	-9.18%
<i>Russell 1000 Growth</i>				-1.29%	-1.29%				4.89%	4.89%	3.54%	3.54%	1.68%	1.68%	7.26%	-10.36%
<i>Structured Value</i>																
LSV	21,545,990	1.7%	1.5%	-0.25%	-0.28%	21,622,981	1.8%	1.5%	4.08%	4.05%	3.82%	3.75%	18.82%	18.35%	14.73%	14.78%
Russell 1000 Value				-0.43%	-0.43%				2.89%	2.89%	2.45%	2.45%	14.06%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>																
Los Angeles Capital	42,343,830	3.4%	3.1%	0.29%	0.27%	42,242,173	3.4%	3.1%	3.86%	3.84%	4.17%	4.13%	8.17%	7.93%	N/A	N/A
Russell 1000				-0.87%	-0.87%				3.89%	3.89%	2.99%	2.99%	7.92%	7.92%	N/A	N/A
<i>S&P 500 Enhanced Index</i>																
Westridge	41,578,701	3.3%	3.1%	-0.87%	-0.89%	41,973,004	3.4%	3.1%	3.77%	3.75%	2.87%	2.82%	6.88%	6.58%	N/A	N/A
S&P 500				-0.91%	-0.91%				3.72%	3.72%	2.77%	2.77%	6.32%	6.32%	N/A	N/A
<i>Index</i>																
State Street	13,778,830			-0.91%	-0.92%	13,905,900			3.71%	3.70%	2.77%	2.75%	6.36%	6.27%	8.22%	-2.45%
Total Index	13,778,830	1.1%	1.0%	-0.91%	-0.92%	13,905,900	1.1%	1.0%	3.71%	3.70%	2.77%	2.75%	6.36%	6.27%	8.22%	-2.45%
S&P 500				-0.91%	-0.91%				3.72%	3.72%	2.77%	2.77%	6.32%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	140,570,794	11.3%	10.2%	-0.38%	-0.40%	141,192,235	11.5%	10.2%	3.93%	3.91%	3.53%	3.49%	9.16%	8.89%	9.59%	-0.28%
S&P 500				-0.91%	-0.91%				3.72%	3.72%	2.77%	2.77%	6.32%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	49,163,258	3.9%	3.5%	-1.99%	-2.06%	50,415,649	4.1%	3.5%	6.94%	6.87%	4.81%	4.67%	10.21%	9.32%	13.32%	N/A
Russell 2000 + 200bp				-1.69%	-1.69%				6.50%	6.50%	4.71%	4.71%	11.64%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	49,163,258	3.9%	3.5%	-1.99%	-2.06%	50,415,649	4.1%	3.5%	6.94%	6.87%	4.81%	4.67%	10.21%	9.32%	13.32%	5.50%
Russell 2000				-1.85%	-1.85%				6.34%	6.34%	4.36%	4.36%	9.45%	9.45%	12.81%	5.71%
CONVERTIBLES																
<i>TCW</i>	-	0.0%	0.0%	N/A	N/A	42	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Merrill Lynch All Convertibles											N/A	N/A	N/A	N/A	N/A	N/A
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	44,547,077	3.6%	3.2%	2.98%	2.93%	43,387,532	3.5%	3.2%	3.83%	3.78%	6.92%	6.83%	10.93%	10.32%	7.44%	-3.80%
LSV	44,604,011	3.6%	3.2%	1.61%	1.56%	43,937,092	3.6%	3.2%	3.45%	3.40%	5.12%	5.02%	N/A	N/A	N/A	N/A
Total Large Cap - Active	89,151,088	7.2%	6.4%	2.29%	2.24%	87,324,624	7.1%	6.4%	3.64%	3.59%	6.01%	5.92%	13.86%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				1.95%	1.95%				3.40%	3.40%	5.42%	5.42%	14.41%	14.41%	8.84%	-2.61%
<i>Small Cap - Value</i>																
Lazard	11,064,292	0.9%	0.8%	3.67%	3.60%	10,675,977	0.9%	0.8%	3.97%	3.90%	7.79%	7.64%	19.19%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.00%	3.00%				3.90%	3.90%	7.02%	7.02%	21.33%	21.33%	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	11,036,635	0.9%	0.8%	2.10%	2.03%	10,817,365	0.9%	0.8%	4.60%	4.53%	6.80%	6.65%	24.94%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				3.00%	3.00%				3.90%	3.90%	7.02%	7.02%	21.33%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	111,252,015	8.9%	8.0%	2.41%	2.36%	108,817,966	8.9%	8.0%	3.77%	3.71%	6.26%	6.16%	16.03%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				1.95%	1.95%				3.40%	3.40%	5.42%	5.42%	14.41%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	216,685,721	17.4%	16.6%	1.18%	1.16%	214,201,018	17.4%	16.6%	-0.50%	-0.52%	0.67%	0.64%	7.36%	7.14%	7.36%	8.59%
Lehman Aggregate				1.28%	1.28%				-0.91%	-0.91%	0.36%	0.36%	6.80%	6.80%	5.75%	7.40%
<i>Index</i>																
Bank of ND	200,596,397	16.1%	15.4%	1.55%	1.50%	197,527,569	16.1%	15.4%	-0.91%	-0.96%	0.63%	0.54%	4.65%	4.08%	5.66%	7.26%
Bank of ND CD'S	15,284,086	1.2%	1.2%	0.35%	0.35%	15,230,771	1.2%	1.2%	0.35%	0.35%	0.70%	0.70%	3.89%	3.89%	3.68%	4.39%
Total Index	215,880,483	17.3%	16.6%	1.46%	1.42%	212,758,340	17.3%	16.6%	-0.82%	-0.86%	0.63%	0.55%	4.61%	4.08%	5.41%	7.00%
Lehman Gov/Credit (3)				1.49%	1.49%				-1.13%	-1.13%	0.35%	0.35%	4.80%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	215,905,887	17.3%	16.6%	1.53%	1.51%	212,777,092	17.3%	16.6%	-0.69%	-0.71%	0.83%	0.79%	9.38%	9.14%	9.20%	N/A
Lehman US Credit Baa				1.48%	1.48%				-0.74%	-0.74%	0.74%	0.74%	8.60%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	648,472,091	52.1%	50.0%	1.39%	1.36%	639,736,450	52.1%	50.0%	-0.67%	-0.70%	0.71%	0.66%	6.48%	6.23%	7.14%	8.14%
Lehman Gov/Credit				1.49%	1.49%				-1.13%	-1.13%	0.35%	0.35%	7.26%	7.26%	6.41%	7.70%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																
Northern Trust Global Investments	136,522,426	11.0%	10.5%	2.26%	2.26%	133,508,853	10.9%	10.5%	-1.99%	-1.99%	0.23%	0.22%	9.27%	9.22%	N/A	N/A
Western	136,518,094	11.0%	10.5%	2.26%	2.26%	133,503,277	10.9%	10.5%	-2.00%	-2.00%	0.21%	0.21%	9.07%	9.07%	N/A	N/A
TOTAL TIPS	273,040,520	21.9%	21.0%	2.26%	2.26%	267,012,130	21.7%	20.9%	-1.99%	-2.00%	0.22%	0.22%	9.18%	9.16%	N/A	N/A
LB US TIPS Index				2.31%	2.31%				-2.10%	-2.10%	0.16%	0.16%	9.77%	9.77%	N/A	N/A
REAL ESTATE																
<i>JP Morgan</i>	-	0.0%	5.7%	N/A	N/A	-	0.0%	5.7%	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
NCREIF Total Index				1.75%	1.75%				1.75%	1.75%	3.53%	3.53%	15.97%	15.97%	N/A	N/A
CASH EQUIVALENTS																
<i>Bank of ND</i>	22,456,444	1.8%	1.8%	0.32%	0.32%	21,533,193	1.8%	1.7%	0.29%	0.29%	0.61%	0.61%	2.46%	2.46%	1.74%	2.68%
90 Day T-Bill				0.29%	0.29%				0.23%	0.23%	0.52%	0.52%	2.15%	2.15%	1.55%	2.62%
TOTAL INSURANCE TRUST	1,244,955,122	100.0%	100.0%	1.31%	1.28%	1,228,707,664	100.0%	100.0%	0.25%	0.22%	1.56%	1.51%	7.42%	7.16%	8.33%	4.82%
POLICY TARGET BENCHMARK				1.33%	1.33%				-0.03%	-0.03%	1.30%	1.30%	8.10%	8.10%	8.00%	5.02%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations.

(2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index

(3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.